

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 6348

BILL NUMBER: HB 1463

DATE PREPARED: Nov 19, 2000

BILL AMENDED:

SUBJECT: Utility subsidies to affiliates.

FISCAL ANALYST: John Parkey

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FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill provides that certain public utilities may not provide certain subsidies to affiliates or unregulated activities. It also provides for remedies if a public utility violates the prohibition on subsidies.

Effective Date: July 1, 2001.

Explanation of State Expenditures: This bill prohibits public gas and electric utilities from providing subsidies to affiliates or unregulated activities. The bill allows persons suffering a pecuniary loss from a utility's violation of this provision to file a complaint with the Indiana Utility Regulatory Commission (IURC). The IURC may experience an increase in administrative costs from investigating these complaints and holding any additional hearings. However, any increase in costs is expected to be absorbed using the Commission's existing staff and resources.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Indiana Utility Regulatory Commission.

Local Agencies Affected:

Information Sources: Mike Leppert, Executive Director for External Affairs, IURC, (317) 232-1724.